

**Senate Study Bill 3251 - Introduced**

SENATE/HOUSE FILE \_\_\_\_\_  
BY (PROPOSED GOVERNOR'S BUDGET  
BILL)

**A BILL FOR**

1 An Act relating to and making, reducing, and transferring  
2 appropriations to state departments and agencies from  
3 the rebuild Iowa infrastructure fund, the technology  
4 reinvestment fund, the revenue bonds capitals fund, the  
5 revenue bonds capitals II fund, authorizing the issuance of  
6 revenue bonds, and providing for related matters.

7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

DIVISION I

REBUILD IOWA INFRASTRUCTURE FUND

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Section 1. There is appropriated from the rebuild Iowa infrastructure fund to the following departments and agencies for the fiscal year beginning July 1, 2010, and ending June 30, 2011, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. DEPARTMENT OF ADMINISTRATIVE SERVICES

a. For distribution to other governmental entities for the payment of services related to the integrated information for Iowa system, notwithstanding section 8.57, subsection 6, paragraph "c":

..... \$ 3,700,000

Moneys appropriated in this lettered paragraph shall be separately accounted for in a distribution account and shall be distributed to other governmental entities based upon a formula established by the department to pay for services associated with the integrated information for Iowa system provided during the fiscal year by the department.

During the fiscal year, the department may use up to \$1,000,000 of unexpended or unobligated funds in the information technology operations fund established under the provisions of section 8A.123 to provide funding for costs associated with the integrated information for Iowa system. By October 31, 2011, the department shall report to the department of management and the legislative services agency regarding any moneys that are used for this purpose.

b. For costs associated with Mercy capitol hospital building operations, notwithstanding section 8.57, subsection 6, paragraph "c":

..... \$ 1,083,175

2. DEPARTMENT OF CULTURAL AFFAIRS

For continuation of the project recommended by the Iowa battle flag advisory committee to stabilize the condition of the battle flag collection, notwithstanding section 8.57,

1 subsection 6, paragraph "c":  
2 ..... \$ 100,000  
3 3. DEPARTMENT OF ECONOMIC DEVELOPMENT  
4 For deposit in the workforce training and economic  
5 development funds for each community college in section  
6 260C.18A, notwithstanding section 8.57, subsection 6, paragraph  
7 "c":  
8 ..... \$ 2,000,000  
9 4. DEPARTMENT OF EDUCATION  
10 To provide resources for structural and technological  
11 improvements to local libraries and for the enrich Iowa  
12 program, notwithstanding section 8.57, subsection 6, paragraph  
13 "c":  
14 ..... \$ 500,000  
15 5. DEPARTMENT OF NATURAL RESOURCES  
16 For floodplain management and dam safety, notwithstanding  
17 section 8.57, subsection 6, paragraph "c":  
18 ..... \$ 2,000,000  
19 6. STATE BOARD OF REGENTS  
20 a. For allocation by the state board of regents to the  
21 state university of Iowa, the Iowa state university of  
22 science and technology, and the university of northern Iowa to  
23 reimburse the institutions for deficiencies in the operating  
24 funds resulting from the pledging of tuition, student fees  
25 and charges, and institutional income to finance the cost of  
26 providing academic and administrative buildings and facilities  
27 and utility services at the institutions, notwithstanding  
28 section 8.57, subsection 6, paragraph "c":  
29 ..... \$ 24,305,412  
30 b. For the Iowa flood center at the state university of Iowa  
31 for use by the university's college of engineering, pursuant  
32 to section 466C.1, notwithstanding section 8.57, subsection 6,  
33 paragraph "c":  
34 ..... \$ 1,362,567  
35 7. TREASURER OF STATE

1 For deposit in the watershed improvement fund created in  
2 section 466A.2, notwithstanding section 8.57, subsection 6,  
3 paragraph "c":

4 ..... \$ 1,000,000

5 8. DEPARTMENT OF VETERANS AFFAIRS

6 For transfer to the Iowa finance authority for the  
7 continuation of the home ownership assistance program for  
8 persons who are or were eligible members of the armed forces of  
9 the United States, pursuant to section 16.54, notwithstanding  
10 section 8.57, subsection 6, paragraph "c":

11 ..... \$ 1,000,000

12 Sec. 2. REVERSION. For purposes of section 8.33, unless  
13 specifically provided otherwise, unencumbered or unobligated  
14 moneys made from an appropriation in this division of this Act  
15 shall not revert but shall remain available for expenditure for  
16 the purposes designated until the close of the fiscal year that  
17 ends three years after the end of the fiscal year for which the  
18 appropriation was made. However, if the project or projects  
19 for which such appropriation was made are completed in an  
20 earlier fiscal year, unencumbered or unobligated moneys shall  
21 revert at the close of that same fiscal year.

22 DIVISION II

23 REBUILD IOWA INFRASTRUCTURE FUND — GROW

24 IOWA VALUES FUND

25 Sec. 3. There is appropriated from the rebuild Iowa  
26 infrastructure fund to the department of economic development  
27 for deposit in the grow Iowa values fund, for the fiscal year  
28 beginning July 1, 2010, and ending June 30, 2011, the following  
29 amount, notwithstanding section 8.57, subsection 6, paragraph  
30 "c":

31 ..... \$ 38,000,000

32 Sec. 4. REDUCTION OF THE GROW IOWA VALUES FUND APPROPRIATION  
33 TO THE DEPARTMENT OF ECONOMIC DEVELOPMENT. In lieu of the  
34 \$50,000,000 appropriated for the fiscal year beginning July 1,  
35 2010, and ending June 30, 2011, from the grow Iowa values fund

1 to the department of economic development pursuant to section  
2 15G.111, subsection 3, there is appropriated from the grow Iowa  
3 values fund to the department of economic development for the  
4 fiscal year beginning July 1, 2010, and ending June 30, 2011,  
5 \$38,000,000 for the purposes of making expenditures pursuant  
6 to chapter 15G.

7 Sec. 5. GROW IOWA VALUES FUND ALLOCATIONS. In lieu of the  
8 amounts allocated pursuant to section 15G.111, subsections 4  
9 through 10, for the fiscal year beginning July 1, 2010, and  
10 ending June 30, 2011, of the \$38,000,000 appropriated to the  
11 department of economic development pursuant to this division of  
12 this Act, the department shall allocate the following amounts  
13 for the following purposes as described in section 15G.111,  
14 subsections 4 through 10:

- 15 1. For departmental purposes, \$23,680,000.
- 16 2. For the state board of regents institutions, \$3,700,000.
- 17 3. For state parks, \$740,000.
- 18 4. For deposit in the Iowa cultural trust fund, \$740,000.
- 19 5. For community colleges, \$5,180,000.
- 20 6. For regional financial assistance, \$740,000.
- 21 7. For commercialization services, \$2,220,000.

22 The department of economic development shall allocate  
23 \$1,000,000 of the amount appropriated to the department  
24 pursuant to this division of this Act to the department of  
25 cultural affairs for deposit into the Iowa great places program  
26 fund created in section 303.3D for Iowa great places program  
27 projects.

28 DIVISION III

29 TECHNOLOGY REINVESTMENT FUND

30 Sec. 6. There is appropriated from the technology  
31 reinvestment fund created in section 8.57C to the following  
32 departments and agencies for the fiscal year beginning July  
33 1, 2010, and ending June 30, 2011, the following amounts, or  
34 so much thereof as is necessary, to be used for the purposes  
35 designated:

1 1. DEPARTMENT OF ADMINISTRATIVE SERVICES

2 For technology improvement projects:

3 ..... \$ 3,855,123

4 2. DEPARTMENT OF CORRECTIONS

5 For costs associated with the Iowa corrections offender  
6 network data system:

7 ..... \$ 500,000

8 3. DEPARTMENT OF EDUCATION

9 a. For maintenance and lease costs associated with  
10 connections for Part III of the Iowa communications network:

11 ..... \$ 2,727,000

12 b. For the implementation of an educational data warehouse  
13 that will be utilized by teachers, parents, school district  
14 administrators, area education agency staff, department of  
15 education staff, and policymakers:

16 ..... \$ 600,000

17 The department may use a portion of the moneys appropriated  
18 in this lettered paragraph for an e-transcript data system  
19 capable of tracking students throughout their education via  
20 interconnectivity with multiple schools.

21 4. IOWA TELECOMMUNICATIONS AND TECHNOLOGY COMMISSION

22 For replacement of equipment for the Iowa communications  
23 network:

24 ..... \$ 2,244,956

25 The commission may continue to enter into contracts pursuant  
26 to section 8D.13 for the replacement of equipment and for  
27 operations and maintenance costs of the network.

28 In addition to moneys appropriated in this subsection,  
29 the commission may use a financing agreement entered into by  
30 the treasurer of state in accordance with section 12.28 for  
31 the replacement of equipment for the network. For purposes  
32 of this subsection, the treasurer of state is not subject to  
33 the maximum principal limitation contained in section 12.28,  
34 subsection 6. Repayment of any amounts financed shall be made  
35 from receipts associated with fees charged for use of the

1 network.

2 Sec. 7. REVERSION. For purposes of section 8.33, unless  
3 specifically provided otherwise, unencumbered or unobligated  
4 moneys made from an appropriation in this division of this Act  
5 shall not revert but shall remain available for expenditure for  
6 the purposes designated until the close of the fiscal year that  
7 ends three years after the end of the fiscal year for which the  
8 appropriation was made. However, if the project or projects  
9 for which such appropriation was made are completed in an  
10 earlier fiscal year, unencumbered or unobligated moneys shall  
11 revert at the close of that same fiscal year.

12 DIVISION IV

13 REVENUE BONDS CAPITALS FUND — APPROPRIATIONS

14 Sec. 8. There is appropriated from the revenue bonds  
15 capitals fund created in section 12.88, to the following  
16 departments and agencies for the fiscal year beginning July  
17 1, 2010, and ending June 30, 2011, the following amounts, or  
18 so much thereof as is necessary, to be used for the purposes  
19 designated:

20 1. DEPARTMENT OF ADMINISTRATIVE SERVICES

21 For projects related to major repairs and major maintenance  
22 for state buildings and facilities:

23 ..... \$ 3,000,000

24 Of the amount appropriated in this subsection, first  
25 priority shall be given to the renovation of the Mercy capitol  
26 hospital building.

27 2. DEPARTMENT OF CORRECTIONS

28 a. For project management costs at Fort Madison and  
29 Mitchellville prisons associated with construction projects:

30 ..... \$ 2,500,000

31 b. For one-time costs associated with the opening of  
32 community-based corrections facilities:

33 ..... \$ 1,519,048

34 3. DEPARTMENT OF PUBLIC DEFENSE

35 a. For major maintenance projects at national guard

1 armories and facilities:

2 ..... \$ 1,500,000

3 b. For construction and renovation costs at the Iowa Falls  
4 readiness center:

5 ..... \$ 500,000

6 c. For construction and renovation costs at the Cedar Rapids  
7 armed forces readiness center:

8 ..... \$ 200,000

9 4. IOWA STATE FAIR

10 For infrastructure improvements to the Iowa state  
11 fairgrounds including but not limited to the construction of an  
12 agricultural exhibition center on the Iowa state fairgrounds:

13 ..... \$ 2,500,000

14 Sec. 9. TAX-EXEMPT STATUS — USE OF APPROPRIATIONS.

15 1. Payment of moneys from the appropriations in this  
16 division of this Act shall be made in a manner that does not  
17 adversely affect the tax-exempt status of any outstanding bonds  
18 issued by the treasurer of state.

19 2. Payment of moneys from the appropriations in this  
20 division of this Act shall not be used for administrative or  
21 planning purposes.

22 Sec. 10. REVERSION. For purposes of section 8.33, unless  
23 specifically provided otherwise, unencumbered or unobligated  
24 moneys made from an appropriation in this division of this Act  
25 shall not revert but shall remain available for expenditure for  
26 the purposes designated until the close of the fiscal year that  
27 ends three years after the end of the fiscal year for which the  
28 appropriation was made. However, if the project or projects  
29 for which such appropriation was made are completed in an  
30 earlier fiscal year, unencumbered or unobligated moneys shall  
31 revert at the close of that same fiscal year.

32 DIVISION V

33 REVENUE BONDS CAPITALS II FUND — APPROPRIATIONS

34 Sec. 11. NEW SECTION. 12.88A Revenue bonds capitals II  
35 fund.

1 1. A revenue bonds capitals II fund is created and  
2 established as a separate and distinct fund in the state  
3 treasury. The treasurer of state shall act as custodian of the  
4 fund and disburse moneys contained in the fund.

5 2. Revenue for the revenue bonds capitals II fund shall  
6 include but is not limited to the following, which shall be  
7 deposited with the treasurer of state or the treasurer of  
8 state's designee as provided by any bond or security documents  
9 and credited to the fund:

10 a. The net proceeds of bonds issued after July 1, 2010,  
11 pursuant to section 12.87 other than bonds issued for the  
12 purpose of refunding such bonds, and investment earnings on the  
13 net proceeds.

14 b. Interest attributable to investment of moneys in the fund  
15 or an account of the fund.

16 c. Moneys in the form of a devise, gift, bequest, donation,  
17 federal or other grant, reimbursement, repayment, judgment,  
18 transfer, payment, or appropriation from any source intended to  
19 be used for the purposes of the fund.

20 3. Moneys in the revenue bonds capitals II fund are not  
21 subject to section 8.33. Notwithstanding section 12C.7,  
22 subsection 2, interest or earnings on moneys in the fund shall  
23 be credited to the fund.

24 4. Annually, on or before January 15 of each year, a state  
25 agency that received an appropriation from the revenue bonds  
26 capitals II fund shall report to the legislative services  
27 agency and the department of management the status of all  
28 projects completed or in progress. The report shall include  
29 a description of the project, the work completed, the total  
30 estimated cost of the project, a list of all revenue sources  
31 being used to fund the project, the amount of funds expended,  
32 the amount of funds obligated, and the date the project was  
33 completed or an estimated completion date of the project, where  
34 applicable.

35 Sec. 12. There is appropriated from the revenue bonds

1 capitals II fund created in section 12.88A to the following  
2 departments and agencies for the fiscal year beginning July  
3 1, 2010, and ending June 30, 2011, the following amounts, or  
4 so much thereof as is necessary, to be used for the purposes  
5 designated:

6 1. DEPARTMENT OF ECONOMIC DEVELOPMENT

7 a. For the community attraction and tourism program  
8 established in section 15F.202:

9 ..... \$ 12,000,000

10 b. For the river enhancement community attraction and  
11 tourism program established in chapter 15F.205:

12 ..... \$ 10,000,000

13 c. For the accelerated career education program:

14 ..... \$ 5,500,000

15 2. DEPARTMENT OF EDUCATION

16 For major renovation and major repair needs, including  
17 health, life, and fire safety needs and for compliance with the  
18 federal Americans with Disabilities Act, for state buildings  
19 and facilities under the purview of the community colleges:

20 ..... \$ 2,000,000

21 3. DEPARTMENT OF NATURAL RESOURCES

22 For implementation of lake projects that have established  
23 watershed improvement initiatives and community support in  
24 accordance with the department's annual lake restoration plan  
25 and report:

26 ..... \$ 2,000,000

27 4. STATE BOARD OF REGENTS

28 For phase II of the construction and renovation of the  
29 veterinary medical facilities at Iowa state university of  
30 science and technology, specifically the renovation and  
31 modernization of the area formerly occupied by the large animal  
32 area of the teaching hospital for expanded clinical services:

33 ..... \$ 13,000,000

34 5. DEPARTMENT OF TRANSPORTATION

35 a. For the public transit infrastructure grant program in

1 section 324A.6A:

2 ..... \$ 2,200,000

3 b. For infrastructure improvements at the commercial  
4 service airports within the state:

5 ..... \$ 1,500,000

6 6. IOWA FINANCE AUTHORITY

7 For the Iowa jobs program established in section 16.194:

8 ..... \$100,000,000

9 DIVISION VI

10 IOWA COMPREHENSIVE PETROLEUM UNDERGROUND

11 STORAGE TANK FUND — TRANSFER

12 Sec. 13. IOWA COMPREHENSIVE PETROLEUM UNDERGROUND STORAGE  
13 TANK FUND. There is transferred and appropriated from the Iowa  
14 comprehensive petroleum underground storage tank fund created  
15 in section 455G.3 to the department of education for the fiscal  
16 year beginning July 1, 2010, and ending June 30, 2011, the  
17 following amount, or so much thereof as is necessary, to be  
18 used for the purpose designated:

19 Notwithstanding section 455G.3, subsection 1, to supplement  
20 the standing appropriation in section 256C.6, subsection 2:

21 ..... \$ 3,418,206

22 DIVISION VII

23 CHANGES TO PRIOR APPROPRIATIONS

24 Sec. 14. 2008 Iowa Acts, chapter 1179, section 5, is amended  
25 to read as follows:

26 SEC. 5. DEPARTMENT OF PUBLIC DEFENSE. There is appropriated  
27 from the rebuild Iowa infrastructure fund to the department of  
28 public defense for the designated fiscal years the following  
29 amounts, or so much thereof as is necessary, to be used for the  
30 purpose designated:

31 For construction improvement projects at statewide national  
32 guard armories:

33 FY 2009-2010..... \$ 1,800,000

34 FY 2010-2011..... \$ ~~1,800,000~~

35 ..... 0

1 Notwithstanding section 8.33, moneys appropriated in this  
2 section for the fiscal year beginning July 1, 2009, and ending  
3 June 30, 2010, shall not revert at the close of the fiscal year  
4 for which they are appropriated but shall remain available  
5 for the purpose designated until the close of the fiscal year  
6 that begins July 1, 2012, or until the project for which the  
7 appropriation was made is completed, whichever is earlier.

8 ~~Notwithstanding section 8.33, moneys appropriated in this~~  
9 ~~section for the fiscal year beginning July 1, 2010, and ending~~  
10 ~~June 30, 2011, shall not revert at the close of the fiscal year~~  
11 ~~for which they are appropriated but shall remain available~~  
12 ~~for the purpose designated until the close of the fiscal year~~  
13 ~~that begins July 1, 2013, or until the project for which the~~  
14 ~~appropriation was made is completed, whichever is earlier.~~

15 Sec. 15. 2008 Iowa Acts, chapter 1179, section 7, as amended  
16 by 2009 Iowa Act, chapter 173, section 21, is amended to read  
17 as follows:

18 SEC. 7. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is  
19 appropriated from the rebuild Iowa infrastructure fund to  
20 the department of economic development for the designated  
21 fiscal years the following amounts, or so much thereof as is  
22 necessary, to be used for the purposes designated:

23 For deposit into the river enhancement community attraction  
24 and tourism fund created in 2008 Iowa Acts, Senate File 2430,  
25 if enacted:

26	FY 2009-2010.....	\$	0
27	FY 2010-2011.....	\$	<del>10,000,000</del>
28			<u>0</u>
29	FY 2011-2012.....	\$	10,000,000
30	FY 2012-2013.....	\$	10,000,000

31 ~~Notwithstanding section 8.33, moneys appropriated in this~~  
32 ~~section for the fiscal year beginning July 1, 2010, and ending~~  
33 ~~June 30, 2011, shall not revert at the close of the fiscal year~~  
34 ~~for which they are appropriated but shall remain available~~  
35 ~~for the purpose designated until the close of the fiscal year~~

1 ~~that begins July 1, 2013, or until the project for which the~~  
2 ~~appropriation was made is completed, whichever is earlier.~~

3 Notwithstanding section 8.33, moneys appropriated in this  
4 section for the fiscal year beginning July 1, 2011, and ending  
5 June 30, 2012, shall not revert at the close of the fiscal year  
6 for which they are appropriated but shall remain available  
7 for the purpose designated until the close of the fiscal year  
8 that begins July 1, 2014, or until the project for which the  
9 appropriation was made is completed, whichever is earlier.

10 Notwithstanding section 8.33, moneys appropriated in this  
11 section for the fiscal year beginning July 1, 2012, and ending  
12 June 30, 2013, shall not revert at the close of the fiscal year  
13 for which they are appropriated but shall remain available  
14 for the purpose designated until the close of the fiscal year  
15 that begins July 1, 2015, or until the project for which the  
16 appropriation was made is completed, whichever is earlier.

17 Sec. 16. 2008 Iowa Acts, chapter 1179, section 18,  
18 subsection 3, as amended by 2009 Iowa Acts, chapter 173,  
19 section 24, is amended to read as follows:

20 3. DEPARTMENT OF CORRECTIONS

21 a. For expansion of the community-based corrections  
22 facility at Sioux City:

23 ..... \$ 5,300,000

24 b. For expansion of the community-based corrections  
25 facility at Ottumwa:

26 ..... \$ 4,100,000

27 c. For expansion of the community-based corrections  
28 facility at Waterloo:

29 ..... \$ 6,000,000

30 d. For expansion of the community-based corrections  
31 facility at Davenport:

32 ..... \$ 2,100,000

33 e. For expansion, including land acquisition, of the  
34 community-based corrections facility at Des Moines:

35 ..... \$ ~~13,100,000~~

1 2,359,072

2 ~~The appropriation in this lettered paragraph is contingent~~  
3 ~~upon relocation of the sex offender treatment program from~~  
4 ~~the community-based corrections facility at Des Moines to~~  
5 ~~the property in northeast Des Moines identified by the fifth~~  
6 ~~judicial district in the facility and site study final report~~  
7 ~~submitted December 12, 2008.~~

8 It is the intent of the general assembly that the funds  
9 appropriated in paragraphs "a" through "e" be used to expand  
10 the number of beds available through new construction and  
11 remodeling and for the expansion of existing facilities.

12 f. For expansion of the Iowa correctional facility for women  
13 at Mitchellville:

14 ..... \$ 47,500,000

15 g. For the remodeling of kitchens at the correctional  
16 facilities at Mount Pleasant and Rockwell City:

17 ..... \$ 12,500,000

18 Sec. 17. 2009 Iowa Acts, chapter 173, section 13, subsection  
19 4, paragraphs b, c, and d, are amended to read as follows:

20 b. ~~For deposit into the public service shelter grant fund~~  
21 ~~created in section 16.185 for grants for the construction,~~  
22 renovation, and improvements to homeless shelters, emergency  
23 shelters, and family and domestic violence shelters:

24 ..... \$ 10,000,000

25 c. ~~For deposit into the disaster damage housing assistance~~  
26 ~~grant fund created in section 16.186 for grants to ease and~~  
27 speed recovery efforts from the natural disasters of 2008,  
28 including stabilizing neighborhoods damaged by the natural  
29 disasters, preventing population loss and neighborhood  
30 deterioration, and improving the health, safety, and welfare of  
31 persons living in such disaster-damaged neighborhoods:

32 ..... \$ 5,000,000

33 d. ~~For deposit into the affordable housing assistance grant~~  
34 ~~fund created in section 16.187 for grants for housing for~~  
35 certain elderly, disabled, and low-income persons and public

1 servants in critical skills shortage areas of the state:  
2 ..... \$ 20,000,000

3 Sec. 18. 2009 Iowa Acts, chapter 173, section 13, subsection  
4 6, is amended to read as follows:

5 6. DEPARTMENT OF TRANSPORTATION

6 For ~~deposit into the bridge safety fund created in section~~  
7 ~~313.68 to be used for~~ infrastructure projects relating to  
8 functionally obsolete and structurally deficient bridges:  
9 ..... \$ 50,000,000

10 Sec. 19. 2009 Iowa Acts, chapter 174, section 6, is  
11 repealed.

12 Sec. 20. 2009 Iowa Acts, chapter 184, section 2, subsections  
13 1, 2, 4, and 5, are amended by striking the subsections.

14 DIVISION VIII

15 MISCELLANEOUS CODE CHANGES

16 Sec. 21. Section 8.57, subsection 6, paragraph e, Code  
17 Supplement 2009, is amended to read as follows:

18 e. (1) (a) (i) Notwithstanding provisions to the contrary  
19 in sections 99D.17 and 99F.11, for the fiscal year beginning  
20 July 1, 2000, and for each fiscal year thereafter, not more  
21 than a total of sixty-six million dollars shall be deposited  
22 in the general fund of the state in any fiscal year pursuant to  
23 sections 99D.17 and 99F.11.

24 (ii) However, in lieu of the deposit in subparagraph  
25 subdivision (i), for the fiscal year beginning July 1, 2010,  
26 and for each fiscal year thereafter until the principal and  
27 interest on all bonds issued by the treasurer of state pursuant  
28 to section 12.87 are paid, as determined by the treasurer of  
29 state, the first fifty-five million dollars of the moneys  
30 directed to be deposited in the general fund of the state under  
31 subparagraph subdivision (i) shall be deposited in the revenue  
32 bonds debt service fund created in section 12.89, and the next  
33 five three million seven hundred fifty thousand dollars of the  
34 moneys directed to be deposited in the general fund of the  
35 state under subparagraph subdivision (i) shall be deposited

1 in the revenue bonds federal subsidy holdback fund created  
2 in section 12.89, and the next one million two hundred fifty  
3 thousand dollars of the moneys directed to be deposited in the  
4 general fund of the state under subparagraph subdivision (i)  
5 shall be deposited in the general fund of the state.

6 (b) The next fifteen million dollars of the moneys directed  
7 to be deposited in the general fund of the state in a fiscal  
8 year pursuant to sections 99D.17 and 99F.11 shall be deposited  
9 in the vision Iowa fund created in section 12.72 for the fiscal  
10 year beginning July 1, 2000, and for each fiscal year through  
11 the fiscal year beginning July 1, 2019.

12 (c) The next five million dollars of the moneys directed to  
13 be deposited in the general fund of the state in a fiscal year  
14 pursuant to sections 99D.17 and 99F.11 shall be deposited in  
15 the school infrastructure fund created in section 12.82 for the  
16 fiscal year beginning July 1, 2000, and for each fiscal year  
17 thereafter until the principal and interest on all bonds issued  
18 by the treasurer of state pursuant to section 12.81 are paid,  
19 as determined by the treasurer of state.

20 (d) (i) The total moneys in excess of the moneys deposited  
21 in the revenue bonds debt service fund, the revenue bonds  
22 federal holdback subsidy fund, the vision Iowa fund, the  
23 school infrastructure fund, and the general fund of the  
24 state in a fiscal year shall be deposited in the rebuild Iowa  
25 infrastructure fund and shall be used as provided in this  
26 section, notwithstanding section 8.60.

27 (ii) However, in lieu of the deposit in subparagraph  
28 subdivision (i), for the fiscal year beginning July 1, 2010,  
29 and for each fiscal year thereafter until the principal  
30 and interest on all bonds issued by the treasurer of state  
31 pursuant to section 12.87 are paid, as determined by the  
32 treasurer of state, ~~fifty-five~~ sixty-one million dollars of  
33 the excess moneys directed to be deposited in the rebuild Iowa  
34 infrastructure fund under subparagraph subdivision (i) shall be  
35 deposited in the general fund of the state.

1 (2) If the total amount of moneys directed to be deposited  
2 in the general fund of the state under sections 99D.17 and  
3 99F.11 in a fiscal year is less than the total amount of moneys  
4 directed to be deposited in the revenue bonds debt service  
5 fund and the revenue bonds federal subsidy holdback fund in  
6 the fiscal year pursuant to this paragraph "e", the difference  
7 shall be paid from moneys deposited in the beer and liquor  
8 control fund created in section 123.53 in the manner provided  
9 in section 123.53, subsection 3.

10 (3) After the deposit of moneys directed to be deposited  
11 in the general fund of the state, and the revenue bonds debt  
12 service fund, and the revenue bonds federal subsidy holdback  
13 fund, as provided in subparagraph (1), subparagraph division  
14 (a), if the total amount of moneys directed to be deposited  
15 in the general fund of the state under sections 99D.17 and  
16 99F.11 in a fiscal year is less than the total amount of  
17 moneys directed to be deposited in the vision Iowa fund and  
18 the school infrastructure fund in the fiscal year pursuant to  
19 this paragraph "e", the difference shall be paid from lottery  
20 revenues in the manner provided in section 99G.39, subsection  
21 3.

22 Sec. 22. Section 8.57, subsection 6, paragraph f, Code  
23 Supplement 2009, is amended to read as follows:

24 f. There is appropriated from the rebuild Iowa  
25 infrastructure fund to the secure an advanced vision for  
26 education fund created in section 423F.2, for each fiscal year  
27 of the fiscal period beginning July 1, 2008, and ending June  
28 30, ~~2014, 2010,~~ and for each fiscal year of the fiscal period  
29 beginning July 1, 2011, and ending June 30, 2014, the amount of  
30 the moneys in excess of the first forty-seven million dollars  
31 credited to the rebuild Iowa infrastructure fund during the  
32 fiscal year, not to exceed ten million dollars.

33 Sec. 23. Section 8.57A, subsection 4, Code 2009, is amended  
34 to read as follows:

35 4. a. There is appropriated from the rebuild Iowa

1 infrastructure fund for the fiscal ~~year~~ years beginning July  
2 1, 2008, July 1, 2009, and July 1, 2011, and for each fiscal  
3 year thereafter, the sum of forty-two million dollars to  
4 the environment first fund, notwithstanding section 8.57,  
5 subsection 6, paragraph "c".

6 b. There is appropriated from the rebuild Iowa  
7 infrastructure fund for the fiscal year beginning July 1, 2010,  
8 the sum of thirty-five million dollars to the environment first  
9 fund, notwithstanding section 8.57, subsection 6, paragraph  
10 "c".

11 Sec. 24. Section 8.57C, subsection 3, Code Supplement 2009,  
12 is amended to read as follows:

13 3. a. There is appropriated from the general fund of the  
14 state for the fiscal years beginning July 1, 2006, July 1,  
15 2007, July 1, ~~2010~~ 2011, and for each subsequent fiscal year  
16 thereafter, the sum of seventeen million five hundred thousand  
17 dollars to the technology reinvestment fund.

18 b. There is appropriated from the rebuild Iowa  
19 infrastructure fund for the fiscal year beginning July 1, 2008,  
20 and ending June 30, 2009, the sum of seventeen million five  
21 hundred thousand dollars, and for the fiscal year beginning  
22 July 1, 2009, and ending June 30, 2010, the sum of fourteen  
23 million five hundred twenty-five thousand dollars to the  
24 technology reinvestment fund, notwithstanding section 8.57,  
25 subsection 6, paragraph "c".

26 c. There is appropriated from the rebuild Iowa  
27 infrastructure fund for the fiscal year beginning July 1, 2010,  
28 the sum of ten million dollars to the technology reinvestment  
29 fund, notwithstanding section 8.57, subsection 6, paragraph  
30 "c".

31 Sec. 25. Section 12.87, subsections 1 and 2, Code Supplement  
32 2009, are amended to read as follows:

33 1. The treasurer of state is authorized to issue and sell  
34 bonds on behalf of the state to provide funds for certain  
35 infrastructure projects and for purposes of the Iowa jobs

1 program established in section 16.194. The treasurer of state  
2 shall have all of the powers which are necessary or convenient  
3 to issue, sell and secure bonds and carry out the treasurer of  
4 state's duties, and exercise the treasurer of state's authority  
5 under this section and sections 12.88 through 12.90. The  
6 treasurer of state may issue and sell bonds in such amounts as  
7 the treasurer of state determines to be necessary to provide  
8 sufficient funds for certain infrastructure projects and the  
9 revenue bonds capitals fund, the revenue bonds capitals II  
10 fund, the payment of interest on the bonds, the establishment  
11 of reserves to secure the bonds, the payment of costs of  
12 issuance of the bonds, the payment of other expenditures of  
13 the treasurer of state incident to and necessary or convenient  
14 to carry out the issuance and sale of the bonds, and the  
15 payment of all other expenditures of the treasurer of state  
16 necessary or convenient to administer the funds and to carry  
17 out the purposes for which the bonds are issued and sold.  
18 The treasurer of state may issue and sell bonds in one or  
19 more series on the terms and conditions the treasurer of  
20 state determines to be in the best interest of the state, in  
21 accordance with this section in such amounts as the treasurer  
22 of state determines to be necessary to fund the purposes for  
23 which such bonds are issued and sold. as follows:

24 a. The treasurer of state may issue and sell bonds in  
25 amounts which provide aggregate net proceeds of not more  
26 than ~~five hundred forty-five~~ six hundred ninety-five million  
27 dollars, excluding any bonds issued and sold to refund  
28 outstanding bonds issued under this section, as follows:

29 ~~a.~~ (1) The On or after July 1, 2009, the treasurer of  
30 state may issue and sell bonds in amounts which provide  
31 aggregate net proceeds of not more than one hundred eighty-five  
32 million dollars for capital projects which qualify as vertical  
33 infrastructure projects as defined in section 8.57, subsection  
34 6, paragraph "c", to the extent practicable in any fiscal year  
35 and without limiting other qualifying capital expenditures.

1 ~~b.~~ (2) The On or after July 1, 2009, the treasurer of state  
2 may issue and sell bonds in amounts which provide aggregate  
3 net proceeds of not more than three hundred sixty million  
4 dollars for purposes of the Iowa jobs program established  
5 in section 16.194 and for watershed flood rebuilding and  
6 prevention projects, soil conservation projects, sewer  
7 infrastructure projects, for certain housing and public service  
8 shelter projects and public broadband and alternative energy  
9 projects, and for projects relating to bridge safety and the  
10 rehabilitation of deficient bridges.

11 (3) On or after July 1, 2010, the treasurer of state may  
12 issue and sell bonds in amounts which provide aggregate net  
13 proceeds of not more than one hundred fifty million dollars for  
14 purposes of the Iowa jobs program established in section 16.194  
15 and for qualified projects in the departments of economic  
16 development, education, natural resources, and transportation,  
17 and the Iowa finance authority and the state board of regents.

18 2. Bonds issued and sold under this section are payable  
19 solely and only out of the moneys in the revenue bonds debt  
20 service fund, the revenue bonds federal subsidy holdback  
21 fund, and any bond reserve funds established pursuant to  
22 section 12.89, and only to the extent provided in the trust  
23 indenture, resolution, or other instrument authorizing their  
24 issuance. All moneys in the revenue bonds debt service fund,  
25 the revenue bonds federal subsidy holdback fund, and any bond  
26 reserve funds established pursuant to section 12.89 may be  
27 deposited with trustees or depositories in accordance with  
28 the terms of the trust indentures, resolutions, or other  
29 instruments authorizing the issuance of bonds and pledged by  
30 the treasurer of state to the payment thereof. Bonds issued  
31 and sold under this section shall contain a statement that the  
32 bonds are limited special obligations of the state and do not  
33 constitute a debt or indebtedness of the state or a pledge  
34 of the faith or credit of the state or a charge against the  
35 general credit or general fund of the state. The treasurer

1 of state shall not pledge the credit or taxing power of this  
2 state or any political subdivision of this state or make bonds  
3 issued and sold pursuant to this section payable out of any  
4 moneys except those in the revenue bonds debt service fund,  
5 the revenue bonds federal subsidy holdback fund, and any bond  
6 reserve funds established pursuant to section 12.89.

7 Sec. 26. Section 12.89, subsection 2, Code Supplement 2009,  
8 is amended by adding the following new paragraph:

9 NEW PARAGRAPH. *Od.* Federal subsidies and any transfers  
10 from the revenue bonds federal subsidy holdback fund created  
11 pursuant to section 12.89A.

12 Sec. 27. NEW SECTION. **12.89A Revenue bonds federal subsidy**  
13 **holdback fund.**

14 1. A revenue bonds federal subsidy holdback fund is created  
15 and established as a separate and distinct fund in the state  
16 treasury. The treasurer of state shall act as custodian of the  
17 fund and disburse moneys contained in the fund.

18 2. The moneys in such fund shall include all of the  
19 following:

20 *a.* The revenues required to be deposited in the fund  
21 pursuant to section 8.57, subsection 6, paragraph "e",  
22 subparagraphs (1) and (2).

23 *b.* Interest attributable to investment moneys in the fund.

24 *c.* Any other moneys from any other sources which may be  
25 legally available to the treasurer of state for the purpose of  
26 the fund.

27 3. The moneys in the revenue bonds federal subsidy holdback  
28 fund are appropriated and shall be used or transferred to the  
29 revenue bonds debt service fund created in section 12.89,  
30 subsection 1, solely for the purpose of making payments of  
31 principal and interest on federal subsidy bonds when due, if  
32 the treasurer of state or the treasurer's designee has not  
33 received a federal subsidy scheduled to be received for such  
34 payment by the due date.

35 4. The moneys on deposit in the revenue bonds federal

1 subsidy holdback fund shall be used or transferred to the  
2 revenue bonds debt service fund created in section 12.89,  
3 subsection 1, solely for the purpose of making payments of  
4 principal and interest on federal subsidy bonds prior to any  
5 use or transfer of moneys on deposit in any bond reserve fund  
6 created for such federal subsidy bonds by the treasurer of  
7 state pursuant to section 12.89, subsection 3, paragraph "a".

8 5. At any time during each fiscal year that there are moneys  
9 on deposit in the revenue bonds federal subsidy holdback fund  
10 that are not needed to pay principal and interest on federal  
11 subsidy bonds during such fiscal year as determined by the  
12 treasurer of state or the treasurer's designee, all moneys on  
13 deposit in the revenue bonds federal subsidy holdback account  
14 shall be credited to the general fund of the state.

15 6. For purposes of this section:

16 a. "Federal subsidy" means any payment from the federal  
17 government with respect to federal subsidy bonds.

18 b. "Federal subsidy bonds" means any bonds issued and  
19 sold pursuant to section 12.87 for which a federal subsidy is  
20 expected to be paid on or before any date on which interest on  
21 such bonds is due and payable.

22 Sec. 28. Section 15F.204, subsection 8, paragraph a,  
23 subparagraph (6), Code Supplement 2009, is amended by striking  
24 the subparagraph.

25 Sec. 29. Section 15F.204, subsection 8, paragraph b,  
26 subparagraph (4), Code Supplement 2009, is amended by striking  
27 the subparagraph.

28 Sec. 30. Section 15G.110, subsection 1, Code Supplement  
29 2009, is amended to read as follows:

30 1. For the fiscal period beginning July 1, 2005, and ending  
31 June 30, 2008, and for the fiscal period beginning July 1,  
32 ~~2010~~ 2011, and ending June 30, 2015, there is appropriated to  
33 the department of economic development each fiscal year fifty  
34 million dollars from the general fund of the state for deposit  
35 in the grow Iowa values fund.

1 Sec. 31. Section 123.53, subsections 3 and 4, Code  
2 Supplement 2009, are amended to read as follows:

3 3. Notwithstanding subsection 2, if gaming revenues under  
4 sections 99D.17 and 99F.11 are insufficient in a fiscal year to  
5 meet the total amount of such revenues directed to be deposited  
6 in the revenue bonds debt service fund and the revenue bonds  
7 federal subsidy holdback fund during the fiscal year pursuant  
8 to section 8.57, subsection 6, paragraph "e", the difference  
9 shall be paid from moneys deposited in the beer and liquor  
10 control fund prior to transfer of such moneys to the general  
11 fund pursuant to subsection 2 and prior to the transfer of such  
12 moneys pursuant to subsections 5 and 6. If moneys deposited in  
13 the beer and liquor control fund are insufficient during the  
14 fiscal year to pay the difference, the remaining difference  
15 shall be paid from moneys deposited in the beer and liquor  
16 control fund in subsequent fiscal years as such moneys become  
17 available.

18 4. The treasurer of state shall, each quarter, prepare  
19 an estimate of the gaming revenues and of the moneys to be  
20 deposited in the beer and liquor control fund that will become  
21 available during the remainder of the appropriate fiscal year  
22 for the purposes described in subsection 3. The department  
23 of management, the department of inspections and appeals, and  
24 the department of commerce shall take appropriate actions to  
25 provide that the sum of the amount of gaming revenues available  
26 to be deposited into the revenue bonds debt service fund during  
27 a fiscal year and the amount of moneys to be deposited in the  
28 beer and liquor control fund available to be deposited into  
29 the revenue bonds debt service fund and the revenue bonds  
30 federal subsidy holdback fund during such fiscal year will be  
31 sufficient to cover any anticipated deficiencies.

32 Sec. 32. REPEAL. Sections 8.57D, 12.90A, 12.90B, 12.90C,  
33 16.185, 16.186, 16.187, and 313.68, Code Supplement 2009, are  
34 repealed.

35

EXPLANATION

1 This bill makes appropriations to state departments and  
2 agencies from the rebuild Iowa infrastructure fund, the  
3 technology reinvestment fund, the revenue bonds capitals fund,  
4 the revenue bonds capitals II fund, and provides for related  
5 matters.

6 DIVISION I — REBUILD IOWA INFRASTRUCTURE FUND  
7 APPROPRIATIONS. This division appropriates project funding  
8 for FY 2010-2011 from the rebuild Iowa infrastructure fund,  
9 including projects for the departments of administrative  
10 services, cultural affairs, economic development, education,  
11 natural resources, and veterans affairs, and to the state board  
12 of regents and the treasurer of state.

13 DIVISION II — REBUILD IOWA INFRASTRUCTURE FUND — GROW IOWA  
14 VALUES FUND. This division decreases the FY 2010-2011 standing  
15 appropriation from the grow Iowa values fund to the department  
16 of economic development from \$50 million to \$38 million and  
17 makes conforming changes to certain allocations. The division  
18 appropriates \$38 million from the rebuild Iowa infrastructure  
19 fund to the grow Iowa values fund for FY 2010-2011.

20 DIVISION III — TECHNOLOGY REINVESTMENT FUND —  
21 APPROPRIATIONS. This division appropriates project funding  
22 for FY 2010-2011 from the technology reinvestment fund for  
23 the departments of administrative services, corrections, and  
24 education, and the Iowa telecommunications and technology  
25 commission.

26 DIVISION IV — REVENUE BONDS CAPITALS FUND —  
27 APPROPRIATIONS. This division appropriates project funding  
28 for FY 2010-2011 from the revenue bonds capitals fund for the  
29 departments of administrative services, corrections, and public  
30 defense, and the Iowa state fair.

31 DIVISION V — REVENUE BONDS CAPITALS II FUND —  
32 APPROPRIATIONS. The division creates a revenue bonds capitals  
33 II fund. Revenue for the revenue bonds capitals II fund shall  
34 include but is not limited to the net proceeds of certain bonds  
35 issued by the treasurer of state on or after July 1, 2010,

1 interest attributable to investment of moneys in the fund or  
2 an account of the fund, and moneys in the form of a devise,  
3 gift, bequest, donation, federal or other grant, reimbursement,  
4 repayment, judgment, transfer, payment, or appropriation from  
5 any source intended to be used for the purposes of the fund.  
6 Annually, on or before January 15 of each year, a state agency  
7 that received an appropriation from the revenue bonds capitals  
8 II fund shall report to the legislative services agency and the  
9 department of management the status of all projects completed  
10 or in progress.

11 The division appropriates project funding for FY 2010-2011  
12 from the revenue bonds capitals II fund created in the bill to  
13 the departments of economic development, education, natural  
14 resources, and transportation and to the Iowa finance authority  
15 and the state board of regents.

16 DIVISION VI — IOWA COMPREHENSIVE PETROLEUM UNDERGROUND  
17 STORAGE TANK FUND — TRANSFER. This division transfers and  
18 appropriated moneys from the Iowa comprehensive petroleum  
19 underground storage tank fund created in Code section 455G.3 to  
20 the department of education for FY 2010-2011 to supplement a  
21 standing appropriation for four-year-old preschool.

22 DIVISION VII — CHANGES TO PRIOR YEAR APPROPRIATIONS. This  
23 division makes changes to prior year appropriations from the  
24 rebuild Iowa infrastructure fund for FY 2010-2011 for the  
25 departments of administrative services, corrections, economic  
26 development, public defense, and transportation, and the Iowa  
27 state fair and the state board of regents.

28 DIVISION VIII — MISCELLANEOUS CODE CHANGES. The division  
29 authorizes the treasurer of state to issue and sell bonds  
30 in amounts which provide aggregate net proceeds of not more  
31 than \$150 million for purposes of the Iowa jobs program  
32 established in Code section 16.194 and for qualified projects  
33 in the departments of economic development, education, natural  
34 resources, and transportation, and the Iowa finance authority  
35 and the state board of regents.

1 The division eliminates the standing FY 2010-2011 \$10  
2 million appropriation from the rebuild Iowa infrastructure fund  
3 to the secure an advanced vision for education (SAVE) fund.

4 The division reduces the FY 2010-2011 standing appropriation  
5 from the rebuild Iowa infrastructure fund to the environment  
6 first fund from \$42 million to \$35 million.

7 The division appropriates \$10 million from the rebuild Iowa  
8 infrastructure fund to the technology reinvestment fund for FY  
9 2010-2011.

10 The division makes changes to Code section 8.57 relating  
11 to the distribution of wagering tax allocations for purposes  
12 of pledging a revenue stream for revenue bonds issued on or  
13 after July 1, 2010, authorized under the bill. In addition,  
14 the division makes changes to Code section 123.53 relating to  
15 the beer and liquor control fund to provide for a secondary  
16 source of revenue funding for the revenue bonds relating to the  
17 revenue bonds federal subsidy holdback fund.

18 The division creates a revenue bonds federal subsidy  
19 holdback fund comprised of the wagering tax revenues required  
20 to be deposited in the fund, interest attributable to  
21 investment moneys in the fund, and any other moneys from any  
22 other sources which may be legally available to the treasurer  
23 of state for the purpose of the fund. The moneys in the  
24 revenue bonds federal subsidy holdback fund are appropriated  
25 and shall be used or transferred to the revenue bonds debt  
26 service fund solely for the purpose of making payments of  
27 principal and interest on the federal subsidy bonds when due,  
28 if the treasurer of state or the treasurer's designee has not  
29 received a federal subsidy scheduled to be received for such  
30 payment by the due date. The moneys on deposit in the revenue  
31 bonds federal subsidy holdback fund are required to be used  
32 or transferred to the revenue bonds debt service fund solely  
33 for the purpose of making payments of principal and interest  
34 on federal subsidy bonds prior to any use or transfer of  
35 moneys on deposit in any bond reserve fund created for such

1 federal subsidy bonds by the treasurer of state. At any time  
2 during each fiscal year that there are moneys on deposit in  
3 the revenue bonds federal subsidy holdback fund that are not  
4 needed to pay principal and interest on federal subsidy bonds  
5 during such fiscal year, all moneys on deposit in the revenue  
6 bonds federal subsidy holdback account shall be credited to  
7 the general fund. For purposes of the bill, "federal subsidy"  
8 means any payment from the federal government with respect to  
9 federal subsidy bonds and "federal subsidy bonds" means any  
10 bonds issued and sold pursuant to Code section 12.87 for which  
11 a federal subsidy is expected to be paid on or before any date  
12 on which interest on such bonds is due and payable.

13 The division eliminates standing appropriations for FY  
14 2010-2011 from the rebuild Iowa infrastructure fund to the  
15 community attraction and tourism fund and from the franchise  
16 tax revenues deposited in the general fund of the state to the  
17 community attraction and tourism fund.

18 The division shifts the standing appropriation for FY  
19 2010-2011 to the department of economic development from the  
20 rebuild Iowa infrastructure fund back to the general fund  
21 of the state for deposit in the grow Iowa values fund to FY  
22 2011-2012.

23 The division repeals Code section 12.90A authorizing the  
24 treasurer of state to issue annual appropriation bonds on or  
25 after July 1, 2010, and makes conforming changes by repealing  
26 the annual appropriation bonds debt service fund (Code section  
27 12.90B), the appropriations bonds capitals fund (Code section  
28 12.90C), and the vertical infrastructure restricted capitals  
29 fund (Code section 8.57D).

30 The division repeals the public service shelter grant  
31 fund (Code section 16.185), the disaster damage housing  
32 assistance grant fund (Code section 16.186), the affordable  
33 housing assistance grant fund (Code section 16.187), and the  
34 bridge safety fund (Code section 313.68), and makes conforming  
35 changes.